



ORIGINAL

W-02105 A-04-0880
W-02105 A-03-03032005 MAR -2 P 2:30 Mount Tipton Water Company**IMPORTANT**
PUBLIC NOTICEAZ CORP COMMISSION
DOCUMENT CONTROL

On May 13, 2003 Mount Tipton Water Company, Inc., ("Mt. Tipton" or "Company"), filed a rate increase application with the Arizona Corporation Commission ("Commission"). The Commission held a public comment session and evidentiary hearing at the Dolan Springs Community Hall. On August 10, 2004, the Commission approved Decision No. 67162 ("Order") which established new rates and charges for Mount Tipton Water Company, Inc. effective September 1, 2004.

RATES

In its Order, the Commission approved a new rate design that provides for tiered rates, with differing rates based on meter size and usage. This rate design provides Mt. Tipton's customers opportunities and incentives to promote conservation by providing customers with the ability to lower costs by limiting usage.

The **MONTHLY MINIMUM CHARGE** for all Mt. Tipton customers effective September 1, 2004 will be:

5/8" x 3/4" Meter	\$19.00	3" Meter	\$285.00
3/4" Meter	\$28.50	4" Meter	\$475.00
1" Meter	\$47.50	6" Meter	\$950.00
1 1/2" Meter	\$95.00	8" Meter	\$1,425.00
2" Meter	\$152.00		

The commodity charge per 1,000 gallons includes three tiers and is based on usage and meter size as follows:

For 5/8 x 3/4 inch meter size

Tier one: from 0 gallons to 4,000 gallons	\$2.45 per 1,000 gallons (i.e., .00245¢ per gallon)
Tier two: 4,001 gallons to 9,000 gallons	3.20 per 1,000 gallons (i.e., .0032¢ per gallon)
Tier three: over 9,000 gallons	4.20 per 1,000 gallons (i.e., .0042¢ per gallon)

For 3/4 inch meter size

Tier one: from 0 to 4,000 gallons	\$2.45 per 1,000 gallons (i.e., .00245¢ per gallon)
Tier two: 4,001 gallons to 15,000 gallons	3.20 per 1,000 gallons (i.e., .0032¢ per gallon)
Tier three: over 15,000 gallons	4.20 per 1,000 gallons (i.e., .0042¢ per gallon)

For 1 inch meter size

Tier one: from 0 gallons to 25,000 gallons	\$3.20 per 1,000 gallons (i.e., .0032¢ per gallon)
Tier two: over 25,000 gallons	4.20 per 1,000 gallons (i.e., .0042¢ per gallon)

Arizona Corporation Commission

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For One and One-half inch meter size

Tier one: from 0 gallons to 70,000 gallons

\$3.20 per 1,000 gallons (i.e., .0032¢ per gallon)

Tier two: over 70,000 gallons

4.20 per 1,000 gallons (i.e., .0042¢ per gallon)

For Two inch meter size

Tier one: from 0 gallons to 125,000 gallons

\$3.20 per 1,000 gallons (i.e., .0032¢ per gallon)

Tier two: over 125,000 gallons

4.20 per 1,000 gallons (i.e., .0042¢ per gallon)

For Three inch meter size

Tier one: from 0 gallons to 250,000 gallons

\$3.20 per 1,000 gallons (i.e., .0032¢ per gallon)

Tier two: over 250,000 gallons

4.20 per 1,000 gallons (i.e., .0042¢ per gallon)

For Four inch meter size

Tier one: from 0 gallons to 400,000 gallons

\$3.20 per 1,000 gallons (i.e., .0032¢ per gallon)

Tier two: over 400,000 gallons

4.20 per 1,000 gallons (i.e., .0042¢ per gallon)

For Six inch meter size

Tier one: from 0 gallons to 825,000 gallons

\$3.20 per 1,000 gallons (i.e., .0032¢ per gallon)

Tier two: over 825,000 gallons

4.20 per 1,000 gallons (i.e., .0042¢ per gallon)

For Eight inch meter size

Tier one: from 0 gallons to 1,250,000 gallons

\$3.20 per 1,000 gallons (i.e., .0032¢ per gallon)

Tier two: over 1,250,000 gallons

4.20 per 1,000 gallons (i.e., .0042¢ per gallon)

Bulk Sales Commodity Charge

Per 1,000 gallons — All bulk sales

\$4.20 per 1,000 gallons (i.e., .0042¢ per gallon)

SERVICE CHARGES

Service Line and Meter Installation charges have been increased for all sizes of meters. For a typical residential customer the increase will be from \$350 to \$438. The Late Payment Penalty and the Deferred Payment have been changed to 1.5% of the unpaid monthly balance. Other "Service Charges" were not changed.

COMPANY CONTACT

Please contact Kelly Schwab, President of the Board of Directors for Mt. Tipton Water Co. at 928-767-3627 if you have questions regarding this notice or if you are experiencing any problems with billing, service, outages, leaks or other damage to the water system.